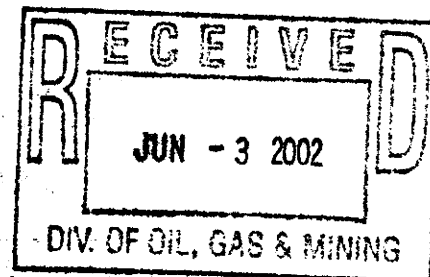


UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF COLORADO



IN RE: )  
 )  
NORTH LILY MINING COMPANY, INC., ) Bankruptcy No. 01-23068-EEB  
a Utah corporation, ) Chapter 11  
EIN: 87-0159350 )  
 )

Debtor.

IN RE: )  
 )  
XERES TINTIC, LLC, ) Bankruptcy No. 01-23069-DEC  
EIN: 84-1528808 ) Chapter 11  
 )  
 ) Jointly Administered Under  
 ) Case No. 01-23068-EEB

Debtor.

**NOTICE OF HEARING ON ADEQUACY OF DISCLOSURE STATEMENT**

TO THE DEBTOR, ITS CREDITORS, EQUITY HOLDERS, AND OTHER PARTIES-IN-INTEREST:

NOTICE IS HEREBY GIVEN that a Disclosure Statement was filed by North Lily Mining Company, Inc., and Xeres Tintic, LLC. Pursuant to Order of the Court, a hearing will be held on the adequacy of such Disclosure Statement on July 18, 2002 at 2:00 p.m. in Courtroom F, U.S. Bankruptcy Court, U.S. Custom House, 721 - 19<sup>th</sup> Street, Denver, Colorado 80202-2508.

Pursuant to Local Bankruptcy Rule 317, any objections to the Disclosure Statement shall be made in writing and the original of the objection shall be filed with the Court and a copy served on the attorney for the proponent of the Plan, the Debtor, and counsel for Debtor, the United States Trustee, and the Trustee, if any, counsel for the Creditors' Committee (or when there is no counsel, to the Committee Chairperson), applicable regulatory agencies, including without limitation, the Securities and Exchange Commission and the Commissioner of Securities of the State of Colorado not less than ten (10) days prior to the hearing on the adequacy of the Disclosure Statement. Objections shall clearly specify the grounds upon which they are based, including the citation of supporting legal authority, if any, and references to the particular portions of the statement to which objections are made. General objections will not be considered by the Court.

The Disclosure Statement is available for public inspection from 8:00 a.m. to 4:30 p.m. during any regular business day in the Clerk's Office of the U.S. Bankruptcy Court for the District of Colorado, U.S. Custom House, 721 - 19<sup>th</sup> Street, Denver, Colorado 80202-2508. Any interested party who desires a copy of the Disclosure Statement or Plan may submit such request to the

proponent of the Disclosure Statement or Plan at the address stated below, with a copy of that request to the Clerk of the Bankruptcy Court. The proponent shall promptly provide the requested copy.

The hearing may be continued from time to time by Order made in Open Court without further written notice to creditors.

DATED: May 31, 2002

PLAN PROPONENT:

NORTH LILY MINING COMPANY AND  
XERES TINTIC, LLC

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